Prospector Assistance Grants
Applications, Final Reports & the Documentation Process

NLPA Workshop, March 12th, 2015
Capital Hotel, St. John’s, NL
Program Overview

- Provincial Government-funded program.
- Supports prospecting activities in the province and helps defray some of the costs associated with exploration.
- Operations Guidelines in place help govern program. Adherence to these is required.
- Three members of the Mines Branch staff review each application.
- Combined 50+ years of exploration, geoscience and regulatory experience.
- Annual budget for the last two years: $350,000/year Accountability is required.
Program Eligibility Requirements

● Must be at least 19 years of age and a resident of the province.

● Multiple areas can be covered by one grant.

● Same property or piece of crown land may be limited to a single applicant.

● Specific properties and/or exploration activities may be limited.

● Directors and/or principals of registered exploration companies are not eligible for funding.

● Applicants may apply for a second grant at any time.
Where can Prospector Assistance Grants be used?

- Crown Land that is open for claim staking.
- Mineral license(s) staked in the applicant’s name.
- Mineral license(s) registered with Mineral Lands Division as being jointly owned between two or more individuals.

Areas ineligible for funding include:
- Wilderness Reserves
- Ecological Reserves
- National & Provincial Parks
- Areas designated as Exempt Mineral Lands (“EML”) as per Schedule A of the Mineral Regulations (1143/96).

- Mineral license(s) registered under a company name are also ineligible for funding.
Types of Prospector Assistance Grants

● Mineral exploration and prospecting involves high-risk investment.

● Prospecting requires geochemical, geophysical and other types of support which can be expensive but is essential.

● The prospector’s chance of financial return is low.

● Two types of Assistance Grants available with set maximum levels for each grant type, and several categories of funding.
  (1) Traditional
  (2) Advanced

● 60% of the grant is paid in advance and the remainder is paid (up to 40%) upon satisfactory completion of the project and submission of an approved final report.
Types of Prospector Assistance Grants

Traditional

- Up to $6,000 for traditional & grass-roots prospecting.
- Typically covers general prospecting and sampling activities at a district, regional and/or local scale.
- Activities can include but are not limited to:
  - Surficial sampling (i.e., rock, soil, stream, etc.)
  - Assaying, petrography and lithogeochemistry
  - Geochemical and geophysical interpretation
  - Small-scale trenching (hand-dug test pits or stripping)
  - Promotion of properties at Mineral Resources Review
- Additional $6,000 (maximum) available for air support to access remote properties can be combined with a traditional grant.
Some Traditional Activities

Examining pebbles after panning (2014)

Gold panning (2014)
Types of Prospector Assistance Grants

Advanced

- Up to $12,000 for exploration on an advanced property.
- Typically covers advanced activities at a regional- and/or local-scale. Sufficient work/results to justify.
- Activities can include but are not limited to:
  - Systematic surficial sampling (i.e., soil, till, etc.)
  - Assaying, petrography and lithogeochemistry
  - Geophysical surveying
  - Geochemical and geophysical interpretation
  - Small- to medium-scale trenching (mechanized)
  - Promotion of properties at Mineral Resources Review
- Additional $6,000 (maximum) available for air support to access remote properties can be combined with an advanced grant.
Some Advanced Activities

Medium-scale trenching program

Trenching site after reclamation
Submitting Notification for Exploration Approval

Exploration Approval Notification

- **Subsection 5(4) of the Mineral Act** requires notification to be submitted to the Mineral Lands Division prior to conducting work on registered mineral license(s).

- Traditional prospecting on Crown Land open for claim staking does not require notification/approval, unless the work is of an advanced nature.

- Work completed without this notification/approval is in contravention of the *Mineral Act*, and will **not** be eligible for funding.

- Exploration Approval number(s) and issuance/expiry dates are required on the 2015-2016 application.
Applying for Prospector Assistance

Prospecting Expense Categories - Meals & Food

- $30 per diem food allowance.
- Valid only for grant holder and for field work only.
- Receipts are not required and should not be submitted.
- May form a maximum of 20% of the grant total.
- Unused funds from this category can be used to offset approved sampling and assays costs that are in excess of Reimbursement Agreement amount.
Applying for Prospector Assistance

Prospecting Expense Categories - Accommodations

- $50 per night accommodations allowance.
- Project area has to be greater than 150 km from home.
- May form a maximum of $500 of the grant total.
- Non-commercial residences, cabins and trailer/motor-home rentals can be used.
- Independent and non-related individuals and/or businesses only.
- Receipts must include name, address and phone number of owner.
Applying for Prospector Assistance

Prospecting Expense Categories – Travel Allowance

- Available for accessing properties at least 150 km from home.
- Covers fuel costs for one round trip.
- One or more nights have to be spent in field area.
- Also covers cost of one ferry round trip between the Island and Labrador.
- All receipts must show that fuel was purchased and/or travel occurred.
Applying for Prospector Assistance

Prospecting Expense Categories – Travel and Gas

- Fuel costs may constitute a maximum of 25% of the grant total.

- Fuel can be used for trucks, ATV’s, snowmobiles, etc.

- All gas receipts must show that fuel was purchased.

- Receipts not showing a fuel purchase (i.e., POS debit/credit card receipt) will be rejected.

- Separate from Travel Allowance.
Applying for Prospector Assistance

Prospecting Expense Categories – Specified Help

- $30 per diem for meals and $25 per diem for labour.
- Refers to casual assistance required for manual labour and is deemed essential (as determined by DNR).
- Detailed explanation required (commonly absent).
- Approval is discretionary.
- Specified Help Declaration Form must be submitted with final report.
- Not intended to cover the costs of person(s) who would only accompany you.
Applying for Prospector Assistance

Prospecting Expense Categories – Equipment & Supplies

- List of requested supplies including cost(s) must be included with the application.
- Purchases costing over $50 must be approved in advance.
- Supplies/equipment must be prospecting-specific.
- Includes: gold pans, shovels, geo tools, field stationary, etc.
- Does not cover backpacks, clothing, footwear or safety supplies.
- Up to $150 to help buy GPS. One-time purchase only.
Applying for Prospector Assistance

Prospecting Expense Categories – Rentals

- Can include: heavy equipment, ATV, snowmobile, etc.
- Must be from independent and non-related individuals or from commercial suppliers.
- Two quotes must be submitted with application.
- Approval required from Program manager if two quotes cannot be obtained.
Applying for Prospector Assistance

Prospecting Expense Categories – Assaying & Technical Work

- Must form at least **50%** of grant total.
- Assays and related ground work are permitted and can comprise the full amount of the grant.
- Related ground work is defined as anything that provides relevant geological information about the area.
- Ex: Geophysics, lithogeochemistry, petrography, and/or selective analyses require pre-approval from Program Manager.
- Additional $450 (maximum of total grant) available for the services of a professional geophysicist for data interpretation only.
Applying for Prospector Assistance

Prospecting Expense Categories – Professional Geologist

- Must be requested at time of application.
- Mapping, analyses/interpretation, and reporting are valid activities.
- Maximum daily rate = $450/day to a maximum of 20% of grant total.
- P.Geo.’s who receive funding under the program are excluded from using this category.
- Only one P.Geo. may be contracted and must have no affiliation with the applicant or the property(s).
Applying for Prospector Assistance

Prospecting Expense Categories – Mineral Resources Review

- Covers up to 75% of the costs towards travel, meals, and accommodations.
- Assistance for displaying and promoting mineral properties.
- Prospectors must present a written request to attend and partner with the Matty Mitchell Prospectors Resource Room.
- Maximum of $400 for Island-based prospectors and $800 for Labrador-based prospectors.
Applying for Prospector Assistance

Prospecting Expense Categories – Air Support

- Up to 80% of the total costs for air support (helicopter or float plane charter).

- Maximum of $6,000 available and can be used in combination with Traditional and Advanced Grants.

- Two quotes from independent and non-related businesses must be included with application.

- Requests reviewed by Selection Committee on a case-by-case basis with approved funding based on technical merit, the location, size, and scope of the proposed program(s).

- Copies of flight manifests must be provided with invoice(s) to be reimbursed.
Applying for Prospector Assistance

Application Stage

● Area(s) of Interest and type of assistance required must be considered prior to submitting an application.

● Exploration Approval Notification (if applicable) must be completed prior to submitting an application.

● A draft of your proposal/exploration program is strongly recommended. Should include a preliminary budget. For your records only.

● Review the proposal checking for errors and/or omissions. If there are no changes required, complete the application form, include all of the necessary documentation, and submit the proposal for consideration.
Applying for
Prospector Assistance

Introductory Page

- Contains Applicant’s contact information.
- Information used on contract.
- Provide prospecting experience and references.
- Information used in review process.


**PERSONAL INFORMATION:**

Name: Prospect 2015
Address: 10 Gold St
City/Town: Copper Cove Postal Code: AUA 2K4
Telephone: (home) 709-333-9999 (other) 709-444-9999
Occupation: Prospector Birth Date: 01/01/1970
Health Restrictions: None E-mail: prospector@hotmail.com

Briefly state prospecting experience and training: Two week Prospector training course in Stephenville (2000), fifteen years experience prospecting five of which was with a junior exploration company exploring for Au, Ni-Cu-Co, U-Ree, Iron

References (preferably in mineral industry):

<table>
<thead>
<tr>
<th>Name</th>
<th>Address</th>
<th>Telephone</th>
</tr>
</thead>
<tbody>
<tr>
<td>Neil Nickle</td>
<td>Voisey's Bay, NL</td>
<td>709-222-5555</td>
</tr>
<tr>
<td>Antimony Jackson</td>
<td>Glenwood, NL</td>
<td>709-111-3333</td>
</tr>
</tbody>
</table>

Department of Natural Resources Reference: Third reference if no DNR Reference
Applying for Prospector Assistance

Proposal Page

- Body of the application.
- Common to be provided with little to no detail.
- Tied to proposed budget on next page.
- Main information (1st) used in review process.

**PROPOSAL INFORMATION:**

Location(s) (Area, NTS, Licence/Claim #) Include Maps: Gander Area 002D/11
mineral license 029000M, 030000M

Prospecting targets: (e.g. base metals): Gold and base metals

Program details:
More details are required here! Common to receive little or no information on what work is to be performed.

Use separate sheet(s) to explain in detail the work to be completed. Please include maps showing outline of proposed grids & sampling plan, and quotes if applicable.

Sampling & Analyses:

<table>
<thead>
<tr>
<th>Rock: 50</th>
<th>Soil: 100</th>
<th>Stream: 30</th>
<th>Panning: 0</th>
<th>Lake Sediments: 0</th>
</tr>
</thead>
</table>

Approximate total number of samples: 180 (approximate)

Type of analyses to be performed: Multi-element ICP-MS with aqua regia digestion

Geophysical Survey(s):
Type: N/A Approximate Line Km’s: 0

Notification of planned work submitted to Mineral Lands Division: Yes **X** No _____

<table>
<thead>
<tr>
<th>Start date: (dd/mm/yy)</th>
<th>Completion date: (dd/mm/yy)</th>
<th>Number of prospecting days</th>
</tr>
</thead>
<tbody>
<tr>
<td>01 / 05 / 2015</td>
<td>31 / 12 / 2015</td>
<td>20</td>
</tr>
</tbody>
</table>
Applying for Prospector Assistance

Budget Page

- Proposed costs. Subject to modification.
- Amounts have to be within set guidelines.
- Revisions to budgets are commonly needed.
- Main information (2nd) used in review process.

### Proposed Budget:

Proposed budget must not exceed **$6,000.00** (excluding Advanced Exploration and Remote Air Support) and must conform to following breakdown:

**NOTE:** Expenses claimed in Prospecting Report Form will be limited to the amounts approved in the Reimbursement Agreement, excluding assays. Any changes to the Reimbursement Agreement **MUST** be requested, and approved for, in writing, prior to the completion of the prospecting activities. See the Operations Guidelines for complete details.

<table>
<thead>
<tr>
<th>EXPENSES</th>
<th>TOTALS</th>
</tr>
</thead>
<tbody>
<tr>
<td>1. Meals/Food – $30.00 per diem x ___ days</td>
<td>$_____</td>
</tr>
<tr>
<td>(must not exceed 20% of grant total)</td>
<td>$500</td>
</tr>
<tr>
<td>2. Accommodations - $50.00/day ($500 max., original receipts required)</td>
<td>$______</td>
</tr>
<tr>
<td>3. Specified Help (original receipts required; give details on a separate sheet)</td>
<td>$_____</td>
</tr>
<tr>
<td>4. Fuel (Original receipts required; must not exceed 25% of grand total)</td>
<td>$1000</td>
</tr>
<tr>
<td><em>Receipts must display that fuel/gas was purchased</em></td>
<td></td>
</tr>
<tr>
<td>5. Travel Allowance (quotes &amp; proof of payment required)</td>
<td>$_____</td>
</tr>
<tr>
<td>6. Equipment and Supplies (a list of equipment and supplies must be included with original application for funding)</td>
<td>$_____</td>
</tr>
<tr>
<td>7. Rentals (at least 2 quotes to be submitted &amp; original receipts required)</td>
<td>$_____</td>
</tr>
<tr>
<td>8. Professional Geologist ($450/day maximum; 20% of grant total)</td>
<td>$_____</td>
</tr>
<tr>
<td>9. Sampling and Assays (must comprise at least 50% of the grant total)</td>
<td>$4000</td>
</tr>
<tr>
<td>10. Mineral Resources Review (MRR) Conference (see Operations Guidelines; original receipts required)</td>
<td>$_____</td>
</tr>
<tr>
<td>11. Air Support (80% of total costs of air support; up to $6,000)</td>
<td>$_____</td>
</tr>
<tr>
<td>12. Other</td>
<td>$_____</td>
</tr>
<tr>
<td><strong>TOTAL</strong></td>
<td><strong>$5,500.00</strong></td>
</tr>
</tbody>
</table>
PROSPECTORS ASSISTANCE APPLICATION 2014 - 2015

PROSPECTORS ASSISTANCE APPLICATION CHECKLIST

- Please Check (✓) appropriate section.
- Checklist MUST be completed and submitted with your application.

<table>
<thead>
<tr>
<th>INFORMATION</th>
<th>INCLUDED</th>
<th>NOT APPLICABLE</th>
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</thead>
<tbody>
<tr>
<td>1) Personal Information</td>
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<td></td>
</tr>
<tr>
<td>2) Experience</td>
<td>X</td>
<td></td>
</tr>
<tr>
<td>3) References</td>
<td>X</td>
<td></td>
</tr>
<tr>
<td>4) Proposal Information:</td>
<td>X</td>
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</tr>
<tr>
<td>4a. Details Sheet</td>
<td>X</td>
<td></td>
</tr>
<tr>
<td>4b. Location with Maps</td>
<td>X</td>
<td></td>
</tr>
<tr>
<td>4c. Sampling Program</td>
<td>X</td>
<td></td>
</tr>
<tr>
<td>4d. Geophysical Survey</td>
<td>X</td>
<td></td>
</tr>
<tr>
<td>4e. Mineral Lands Notification</td>
<td>X</td>
<td></td>
</tr>
<tr>
<td>5) Start/Finish Dates</td>
<td>X</td>
<td></td>
</tr>
<tr>
<td>6) Proposed Budget</td>
<td>X</td>
<td></td>
</tr>
<tr>
<td>7) Signature and Date</td>
<td>X</td>
<td></td>
</tr>
</tbody>
</table>

NOTE: Incomplete applications will be returned

I Prospector 2015 hereby apply for a grant under the Mineral Incentive Program, Prospects Assistance and declare that I have read and understand the Prospects Assistance 2014 – 2015 Operations Guidelines.

Signature of Applicant: __________________________ Date: May 14, 2015

Applying for Prospector Assistance

Signature Page

- Must be signed and dated. Digital signatures are valid.
- The checklist must be completed.
- Similar to draft proposal. This allows you to confirm that the application is complete.
MAIL COMPLETED APPLICATION TO:

MANAGER, Mineral Incentive Program  
Dept. of Natural Resources  
P.O. Box 8700  
3rd Floor, Natural Resources Building  
50 Elizabeth Avenue  
St. John’s, NL A1B 4J6

Telephone: (709) 729-6448  
Toll Free: 1-855-729-6448  
Fax: (709) 729-3493

Email: daleoreilly@gov.nl.ca  
Website:  
http://www.nr.gov.nl.ca/nr/mines/exploration/mip/prospectorast.html

Applying for Prospector Assistance

Address Page

● Contains the mailing address for submitting applications.

● Applications can be emailed.

● Emailed applications should be in PDF format and combined into one data file.

INTRODUCTION

The project area is comprised of 2 mineral licenses totaling 90 claims and is dominantly underlain by sedimentary rocks considered prospective to host epithermal-style gold mineralization. The area has been subject to multiple but intermittent campaigns of historic exploration, during which time several significant gold showings were discovered. The current property holder acquired the claims in 2013 and has performed the equivalent of two years assessment work. The 2015 – 2016 field season will mark the third year of exploration.

LOCATION & ACCESS

The mineral licenses are located approximately 30 kilometres southwest of the Trans-Canada Highway near the Town of Glenwood and can be accessed by using the Salmon Pond Resource Road, and a number of secondary woods roads, ATV trails and skidder trails that emanate from the main resource road (see Map #1).

REGIONAL & PROPERTY GEOLOGY

The claims are located in the Dunnage Tectonostratigraphic Zone of Newfoundland and are entirely underlain by marine sedimentary rocks of the late Silurian to early Devonian Indian Islands Group including limestone, siltstone and shale. Mafic dykes locally cut the sedimentary rocks, and granite presumably belonging to the Mount Peyton Intrusive Suite has been mapped to the west, and adjacent to the project area.

2015 – 2016 EXPLORATION PROGRAM

Follow-up work of a new gold showing discovered in 2014 is required. Quartz (+/-sedimentary host, pyrite mineralization) boulders were discovered in a recently cut-over area and returned gold values of 5.2 g/T, 8.0 g/T, and 30.4 g/T. The boulders are scattered throughout the area but generally trend in a NE-SW fashion. A series of parallel ridges comprised of siliceous sedimentary rocks occur nearby, and could be the source of the boulders. It is proposed to collect soil samples at 25 metre sample spacings on 100 metre spaced recce grid lines encompassing both areas (see Map #2). Prospecting activities and rock sampling (as required) will also be carried out.

Brief Proposal

- Introduces and provides brief history of project.
- Gives location, access and geological details.
- Provides details of proposal that application form cannot capture.
- Include maps.
Applying for Prospector Assistance

Map #1

- Shows general location of property.
- Does not require this level of detail.
- Geoscience Atlas, Google Earth and various other software.
- Paper copies are still accepted.
Applying for Prospector Assistance

Map #2

- Shows where work is required but....

Problems

- Claims, UTM’s missing.

- Soil sample area (circle) does not reference orientation of sampling grid.

- Include comments on map
Receiving Prospector Assistance

Contract and Schedule A

- Terms of Agreement and pertinent dates outlined.
- Program details are subject to change.
- Changes have to be requested and are subject to approval.
Receiving Prospector Assistance

Contract and Schedule A

- Review carefully.
- Know what you are approved for!

Department of Natural Resources
Mineral Development Division
SCHEDULE "A"
PROSPECTORS’ ASSISTANCE PROGRAMME

Prospector: [Name]
Address: [Address]
Location: 002D/11
File #: 740-830-15-01

Proposed Start Date: 05/01/2015
Proposed Completion Date: 12/31/2015
Proposed Number of Prospecting Days: 20.00 Days

PROSPECTING TARGETS: base metals and gold

Planned Work:

**SAMPLING PROGRAMME**

Approximate Total No. of Samples: 190

- Rock: 50
- Soil: 100
- Stream: 30
- Planning: 0
- Lake Sed: 0
- Bulk Sampling: 0

Trenching:
- No. of Trenches: 0
- Trenching Details: N/A

Geophysical Survey(s): N/A

Type: Approximate Line Kms: 0

**BUDGET:** Based upon your approved grant of $5,500.00, the following amounts will be considered allowable unless changes have been approved in writing:

<table>
<thead>
<tr>
<th>Expenditure Item</th>
<th>Budget Submitted</th>
<th>Budget Funded</th>
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</thead>
<tbody>
<tr>
<td>Accommodation and Meals</td>
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<td></td>
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<tr>
<td>Accommodations</td>
<td>500.00</td>
<td>500.00</td>
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<tr>
<td>Professional Services</td>
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</tr>
<tr>
<td>Sampling and Assays</td>
<td>4,000.00</td>
<td>4,000.00</td>
</tr>
<tr>
<td>Travel</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Fuel</td>
<td>1,000.00</td>
<td>500.00</td>
</tr>
<tr>
<td>Total</td>
<td>5,500.00</td>
<td>5,000.00</td>
</tr>
</tbody>
</table>

Contingency at 10%

- Maximum Approved Gross Expenditure
- Maximum Prospectors Grant Costs
- Maximum Prospector Grant Approved at Cost

Newfoundland Labrador
PROSPECTORS ASSISTANCE 2014 - 2015

PROSPECTING REPORT FORM

The information you are providing will only be used for the purpose for which it has been provided.

Instructions:
- Please type or print clearly
- Mail completed form
- Use additional sheets if necessary
- Please note changes that have been made in the Prospector Operations Guidelines for 2014 - 2015

REPORTING INSTRUCTIONS:

(PLEASE READ CAREFULLY)

1. A fully completed and signed PROSPECTING REPORT FORM (including the “Daily Log Sheet”) is required before final payment of the grant is issued. Attach separate sheets where necessary and attach separate geological reports where appropriate.

2. A “Work Report” (minimum one page) including location and access, geology, work done, results, UTM coordinates of all samples and recommendations must accompany Prospecting Report Form.

   Any discoveries should be numbered and keyed to accurate sample location map(s). Maps must show locations of work areas, labeled samples and traverses listed on the “Daily Log Sheet”. Government N.T.S. 1:50,000 scale topographic maps or claims location maps are recommended.

3. Where analytical work, surveys, etc. are performed and expenses claimed, supporting data such as assays, analyses or geophysical data must be submitted. All information will be treated as confidential for 3 years from December 31, 2014, unless specifically approved in writing for release by the grantee.

4. Original receipts required for all claimed expenses as per Prospector Operations Guidelines.
PROSPECTING REPORT FORM 2014 – 2015

TO BE COMPLETED BY SUCCESSFUL GRANTEES AFTER PROJECT COMPLETION:

Name: Prosector 2015
Address: 10 Gold St, City/Town: Copper Cove
Postal Code: A2K4, Telephone: (H) 709-333-9999, (O): 709-444-9999

Proposed project area(s) (Including NTS):

<table>
<thead>
<tr>
<th>Proposed area</th>
<th>COMPLETED?</th>
<th>COMPLETED?</th>
</tr>
</thead>
<tbody>
<tr>
<td>ML 029000M</td>
<td>☐ Yes</td>
<td>☐ No</td>
</tr>
<tr>
<td>ML 030000M</td>
<td>☐ Yes</td>
<td>☐ No</td>
</tr>
<tr>
<td>Crown Land</td>
<td>☐ Yes</td>
<td>☐ No</td>
</tr>
</tbody>
</table>

Approved changes to proposed project (if any):  
1) Added Crown Land to Project Area list. Location provided in report.  
2) Amended Reimbursement Agreement for lesser grant amount. Grant was reduced from $5,000 to $4,500.

SUMMARY OF PROSPECTING ACTIVITY
WORK PERFORMED (attach separate sheets if necessary):

1. PROJECT/AREA/NAME: ML 029000M (Including NTS)

   Traditional prospecting  
   Number samples 38  
   Geochemical surveys  
   Type Soil  
   Number samples 100  
   Other (geophysics, etc.)  
   Type  

<table>
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<tr>
<th>Activity</th>
<th>Number of Days Worked</th>
<th>Total</th>
</tr>
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<tbody>
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<td></td>
<td></td>
</tr>
<tr>
<td>Traditional pros</td>
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<td>4</td>
</tr>
<tr>
<td>Traditional pros</td>
<td>2</td>
<td>2</td>
</tr>
<tr>
<td>Other</td>
<td>6</td>
<td>6</td>
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</table>

TOTAL
2. **PROJECT/AREA/NAME:** 001N/03 - Crown Land  
   
   **(Including NTS)**
   
<table>
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<tbody>
<tr>
<td>Traditional prospecting</td>
<td>25</td>
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<td>5</td>
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<tr>
<td>Geochemical surveys</td>
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<tr>
<td>Type</td>
<td></td>
</tr>
<tr>
<td>Number samples</td>
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</tr>
<tr>
<td>Other (geophysics, etc.)</td>
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<tr>
<td>Type</td>
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<tr>
<td><strong>TOTAL</strong></td>
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3. **PROJECT/AREA/NAME:** ____________________________  
   
   **(Including NTS)**
   
<table>
<thead>
<tr>
<th>Activity</th>
<th>Number of Days Worked</th>
</tr>
</thead>
<tbody>
<tr>
<td>Traditional prospecting</td>
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<tr>
<td>Number samples</td>
<td></td>
</tr>
<tr>
<td>Geochemical surveys</td>
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</tr>
<tr>
<td>Type</td>
<td></td>
</tr>
<tr>
<td>Number samples</td>
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</tr>
<tr>
<td>Other (geophysics, etc.)</td>
<td></td>
</tr>
<tr>
<td>Type</td>
<td></td>
</tr>
<tr>
<td><strong>TOTAL</strong></td>
<td></td>
</tr>
</tbody>
</table>

4. **PROJECT/AREA/NAME:** ____________________________  
   
   **(Including NTS)**
   
<table>
<thead>
<tr>
<th>Activity</th>
<th>Number of Days Worked</th>
</tr>
</thead>
<tbody>
<tr>
<td>Traditional prospecting</td>
<td></td>
</tr>
<tr>
<td>Number samples</td>
<td></td>
</tr>
<tr>
<td>Geochemical surveys</td>
<td></td>
</tr>
<tr>
<td>Type</td>
<td></td>
</tr>
<tr>
<td>Number samples</td>
<td></td>
</tr>
<tr>
<td>Other (geophysics, etc.)</td>
<td></td>
</tr>
<tr>
<td>Type</td>
<td></td>
</tr>
<tr>
<td><strong>TOTAL</strong></td>
<td></td>
</tr>
</tbody>
</table>

   **TOTAL DAYS (all projects)**  11
### DAILY LOG (show traverses and work areas on maps):

<table>
<thead>
<tr>
<th>Day</th>
<th>Project Area/Name/NTS</th>
<th>Date Worked</th>
<th>Work Performed</th>
<th>Gas Receipt Date</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>ML029000M</td>
<td>06/01/14</td>
<td>Travel &amp; Prospecting</td>
<td>06/01/14</td>
</tr>
<tr>
<td>2</td>
<td>ML029000M</td>
<td>06/02/14</td>
<td>Soil Sampling</td>
<td></td>
</tr>
<tr>
<td>3</td>
<td>ML029000M</td>
<td>06/03/14</td>
<td>Soil Sampling</td>
<td></td>
</tr>
<tr>
<td>4</td>
<td>ML029000M</td>
<td>06/04/14</td>
<td>Prospecting</td>
<td>06/04/14</td>
</tr>
<tr>
<td>5</td>
<td>ML029000M</td>
<td>06/05/14</td>
<td>Prospecting</td>
<td></td>
</tr>
<tr>
<td>6</td>
<td>ML029000M</td>
<td>06/06/14</td>
<td>Prospecting &amp; Travel</td>
<td>06/06/14</td>
</tr>
<tr>
<td>7</td>
<td>Crown Land - 001N/03</td>
<td>07/10/14</td>
<td>Travel &amp; Prospecting</td>
<td>07/10/14</td>
</tr>
<tr>
<td>8</td>
<td>Crown Land - 001N/03</td>
<td>07/11/14</td>
<td>Prospecting</td>
<td></td>
</tr>
<tr>
<td>9</td>
<td>Crown Land - 001N/03</td>
<td>07/12/14</td>
<td>Prospecting</td>
<td>07/12/14</td>
</tr>
<tr>
<td>10</td>
<td>Crown Land - 001N/03</td>
<td>07/13/14</td>
<td>Prospecting</td>
<td></td>
</tr>
<tr>
<td>11</td>
<td>Crown Land - 001N/03</td>
<td>07/14/14</td>
<td>Prospecting &amp; Travel</td>
<td>07/14/14</td>
</tr>
</tbody>
</table>

- Work carried out prior to the Effective Date of the Agreement will not be reimbursed.
- Daily log should be updated daily for accuracy.
- Inaccurate records will cause delays with report and/or reimbursement.
### Reporting on Prospector Assistance

#### Form Page 5 - Highlights

- List any highlights from your prospecting efforts.
- Promotes the review of data.
- Data should always be reviewed thoroughly.
- Follow-up work will be determined by previous results. So will funding!

---

**PROSPECTING HIGHLIGHTS:**

<table>
<thead>
<tr>
<th>Project Area &amp; NTS</th>
<th>Commodity(s)</th>
<th>Sample Type (Float, Grab, Channel, etc.)</th>
<th>Assay Value</th>
</tr>
</thead>
<tbody>
<tr>
<td>029000M</td>
<td>Au</td>
<td>Soil</td>
<td>2.2 g/T</td>
</tr>
<tr>
<td>029000M</td>
<td>Au and Sb</td>
<td>O/C Grab</td>
<td>8754, 2000 ppm</td>
</tr>
</tbody>
</table>

---

**CLAIMS STAKED DURING/AFTER PROSPECTING ACTIVITY:**

<table>
<thead>
<tr>
<th>Project Area &amp; NTS</th>
<th>Licence #</th>
<th>Number of Claims</th>
</tr>
</thead>
<tbody>
<tr>
<td>N/A</td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

**OPTION AGREEMENTS (if applicable):**

<table>
<thead>
<tr>
<th>Company</th>
<th>Property, Licence # &amp; NTS</th>
<th>Work Commitment by Company ($)</th>
</tr>
</thead>
<tbody>
<tr>
<td>N/A</td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

---

6
**Reporting on Prospector Assistance**

Form Page 6 – Expenses

- Do not include categories without approval.
- Original receipts must be submitted. Statement of Accounts are not valid.
- Receipts/invoices should be organized by category.
- Applicant has to provide Proof of Payment.

### PROSPECTING EXPENSES:

<table>
<thead>
<tr>
<th>GOODS AND SERVICES (please provide documentation)</th>
<th>TOTAL AMOUNT</th>
</tr>
</thead>
<tbody>
<tr>
<td>1. Meals/Food (Prospector Field Work Only) $30.00 per diem x ___ days (no receipts)</td>
<td>$ ___________</td>
</tr>
<tr>
<td>2. Accommodations - $50.00/day x 11 days (pre-approval necessary, original receipts required. Non-commercial residences must include name and address of owner)</td>
<td>$ 500.00</td>
</tr>
<tr>
<td>3. Specified Help (pre-approval necessary, receipt showing dates worked and activities required) Meals: $30.00/day x ___ days Labour: $25.00/day x ___ days</td>
<td>$ ___________</td>
</tr>
<tr>
<td>4. Travel/Fuel (original receipts required &amp; FUEL or GAS must appear on the receipt)</td>
<td>$ 457.00</td>
</tr>
<tr>
<td>5. Travel Allowance (pre-approval necessary, original receipts required)</td>
<td>$ ___________</td>
</tr>
<tr>
<td>6. Equipment and Supplies (pre-approval necessary, original receipts required and must be itemized)</td>
<td>$ ___________</td>
</tr>
<tr>
<td>7. Rentals (pre-approval necessary, original receipts required)</td>
<td>$ ___________</td>
</tr>
<tr>
<td>8. Professional Geologist/Geophysicist ($450/day maximum, pre-approval necessary, original invoices required)</td>
<td>$ ___________</td>
</tr>
<tr>
<td>9. Sampling and Assays (original invoices required)</td>
<td>$ 4,211.50</td>
</tr>
<tr>
<td>10. Mineral Resources Review Conference (pre-approval necessary, original receipts required)</td>
<td>$ ___________</td>
</tr>
<tr>
<td>11. Air Support (pre-approval necessary, original receipts required)</td>
<td>$ ___________</td>
</tr>
<tr>
<td>12. Other:</td>
<td>$ ___________</td>
</tr>
<tr>
<td><strong>TOTAL PROSPECTING EXPENSES</strong></td>
<td>$ 5,158.50</td>
</tr>
</tbody>
</table>

I, Prospector 2015, hereby apply for the final payment of a grant under the Mineral Incentive Program, Prospector Assistance and declare the information given above to be true and accurate.

**SIGNATURE:** ___________________________ **Date:** December 19, 2015
**Final Report Approval Checklist:**

- Please check (✓) appropriate section.
- MUST be included with your Final Report.

<table>
<thead>
<tr>
<th>INFORMATION</th>
<th>COMPLETED</th>
<th>NOT APPLICABLE</th>
</tr>
</thead>
<tbody>
<tr>
<td>Prospectors Report Form</td>
<td>✓</td>
<td></td>
</tr>
<tr>
<td>Written Report (minimum one page):</td>
<td>✓</td>
<td></td>
</tr>
<tr>
<td>- Location</td>
<td></td>
<td></td>
</tr>
<tr>
<td>- Access</td>
<td>X</td>
<td></td>
</tr>
<tr>
<td>- Results Summary</td>
<td>X</td>
<td></td>
</tr>
<tr>
<td>- Recommendations</td>
<td>X</td>
<td></td>
</tr>
<tr>
<td>Results:</td>
<td>X</td>
<td></td>
</tr>
<tr>
<td>- Sample UTMs</td>
<td></td>
<td></td>
</tr>
<tr>
<td>- Sample Location Map</td>
<td>X</td>
<td></td>
</tr>
<tr>
<td>- Copy of Assay Results</td>
<td>X</td>
<td></td>
</tr>
<tr>
<td>- Traverse Routes</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Receipts:</td>
<td>X</td>
<td></td>
</tr>
<tr>
<td>- Assays</td>
<td></td>
<td></td>
</tr>
<tr>
<td>- Travel/Gas</td>
<td>X</td>
<td></td>
</tr>
<tr>
<td>- Equipment</td>
<td>X</td>
<td></td>
</tr>
<tr>
<td>- Supplies</td>
<td>X</td>
<td></td>
</tr>
<tr>
<td>- Air support</td>
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<td>X</td>
</tr>
<tr>
<td>- Rental</td>
<td>X</td>
<td></td>
</tr>
<tr>
<td>- Specified Help</td>
<td>X</td>
<td></td>
</tr>
<tr>
<td>- Other</td>
<td>X</td>
<td></td>
</tr>
<tr>
<td>- Signature and Date</td>
<td>X</td>
<td></td>
</tr>
</tbody>
</table>

- As indicated, it must be included with report.
- Gives applicant the opportunity to confirm completeness of report.
- Receipts will vary but the reports and results are required of every applicant.
Reporting on Prospector Assistance


INTRODUCTION

The project area is comprised of 2 mineral licenses totaling 90 claims and is dominantly underlain by sedimentary rocks considered prospective to host epithermal-style gold mineralization. The 2015–2016 field season marked the third year of exploration, and was successful in locating a potential source to high-grade gold mineralization previously discovered on the property.

LOCATION & ACCESS

The mineral licenses are located approximately 30 kilometres southwest of the Trans-Canada Highway near the Town of Glenwood and can be accessed by using the Salmon Pond Resource Road, and a number of secondary woods roads, ATV trails and skidder trails that emanate from the main resource road (see Map #1).

REGIONAL & PROPERTY GEOLOGY

The claims are located in the Dunnage Tectonostratigraphic Zone of Newfoundland and are entirely underlain by marine sedimentary rocks of the late Silurian to early Devonian Indian Islands Group including limestone, siltstone and shale. Mafic dykes locally cut the sedimentary rocks, and granite presumably belonging to the Mount Peyton Intrusive Suite has been mapped to the west, and adjacent to the project area.

2015–2016 EXPLORATION PROGRAM & RECOMMENDATIONS

A total of 38 rock and 100 soil samples were collected on ML 029000M in 2015. The 6-day program was successful in locating a mineralized outcrop that could be the source of the high-grade gold-bearing boulders. Sampling (grab) of the outcrop produced a best result of 8.8 g/T Au with appreciable antimony (0.2% Sb). In addition, soil sampling proved additional targets (up to 2.2 g/T Au) exist elsewhere on the property. Line cutting, continued soil sampling and systematic prospecting, and a magnetometer survey should be completed next. Once finished, all targets should be prioritized and evaluated for a trenching program.

Exploration was not performed on ML 030000M in 2015 due to logistical reasons. Instead, a 5-day program of prospecting and sampling was conducted on a portion of map sheet NTS 001N/03 (Crown Land). Assaying did not produce anomalous results however, highly altered volcanic rocks were encountered during traversing, and evaluation of this and other select areas of the map sheet should continue.

Summary Report

● Comparable to proposal.

● Provides details of what was done and whether follow-up is warranted.

● Include maps but this time show new sample locations.

● Assay data (copy) and sample listings (w/UTM’s) are required.
Applying for and Reporting on Prospector Assistance

Common Problems

● Missing or altered documentation, (i.e., quotes, receipts/invoices, maps, separate reports, etc.).

● Unorganized proposals/reports - assay data, listings, quotes, receipts/invoices, etc. should form organized appendices/attachments of proposal/report.

● Adherence to Agreement, in particular Schedule A.

● Misinterpreting the dates of the contract especially the Effective Date.

● Not consulting the Operations Guidelines and/or contacting MIP Personnel.
Program Improvements

Looking forward

- Objective to speed up the application and reporting process internally.
- Rescheduling Prospectors Training Course until late summer/early fall is tentative but ongoing (logistics being addressed).
- Past programs had in excess of 100 applicants. 62 applicants in 2014 – 2015 (does not include all submissions).
- Significant number of applications contain more than one area of interest. All information has to be reviewed.
- Review time for each application varies however, current review structure allows for fair, unbiased decisions to be made.
Program Improvements

Looking forward

● Number of external factors can help us reach our objective.

● Complete applications/reports carefully and make certain to include everything that is necessary. No advantage to submitting applications early. Typically have money for all.

● Incomplete applications/reports will be returned. Original submission date will not be preserved for applications.

● Organized layout allows for a timely review.

● Address program requirements in a timely manner.

● Consult when uncertainty arises! This can be at any stage of the program (i.e., application, work or reporting).
Conclusions

- Prospecting is a profession that is governed by the *Mineral Act* and *Mineral Regulations*.
- Applicants of the program **must** be compliant.
- In some cases, Prospector Assistance Reports provide only record of work done in an area (Crown Land).
- Assistance program is designed to defray “some” of the exploration costs. **It is not intended to cover everything!**
- Work reports, maps, assay data, and financials can be used for assessment report and for promotional purposes.
- Good reports/records can be revisited. Many areas have the potential to host a variety of ore deposits.
Weblinks

Explore Newfoundland & Labrador – Summary Page
http://www.nr.gov.nl.ca/nr/mines/investments/investments.html

Prospector Assistance – Application/Report Forms, Guidelines
http://www.nr.gov.nl.ca/nr/mines/exploration/mip/prospectorast.html

Exploration and Prospecting Forms and Applications
http://www.nr.gov.nl.ca/nr/forms/mines/index.html#ep

Guidebook to Exploration, Development & Mining
http://www.nr.gov.nl.ca/nr/mines/exploration/guidelines/Guidebook.pdf

Geoscience Atlas – Mineral Occurrences, Bedrock Geology, etc.
http://gis.geosurv.gov.nl.ca/
Contact Information

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